

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

SMALL MINING OPERATIONS 2007 PROGRESS REPORT
January 1, 2007 to December 31, 2007

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: 50370122
2. Mine Name: RAGE
3. Name of Operator/Permittee: RUSSELL INDUSTRIES, INC
Note: If Operator's address, company representative or phone number have changed, please provide a replacement page to the Notice of Intention.
4. Mine Location: TOWNSHIP 33S, RANGE 20E, SECTION 33
5. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material:

Gross Ore Mined 0 Tons, or 0 yd³
Waste Material Moved 0 Tons, or 0 yd³
New Disturbance 0 Acres during 2007
Area Reclaimed 0 Acres during 2007
Total Disturbed Area 0 Acres*

Was the ore shipped off site? If not, where is the ore located? NO

Where is the waste located? N/A

*Total life of mine disturbance to the end of 2007.

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE for an application for full or partial bond/site release).

2007-NO ACTIVITY DUE TO
WEATHER CONDITIONS

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): RICK BERMAN
Title of Operator: RUSSELL INDUSTRIES, INC
Signature of Operator: RAB
Date: 2/14/2008

Reviewed
2/29/08
PMJ

RECEIVED

FEB 19 2008

DIV. OF OIL, GAS & MINING



JON M. HUNTSMAN, JR.
Governor
GARY R. HERBERT
Lieutenant Governor

State of Utah
DEPARTMENT OF NATURAL RESOURCES
Division of Oil, Gas & Mining

MICHAEL R. STYLER
Executive Director

JOHN R. BAZA
Division Director

Inspection Report

Supervisor *[Signature]*

Minerals Regulatory Program

Date of Report: December 19, 2007

Mine Name: Rage
Operator Name: Russell Industries

Permit number: S0370122
Inspection Date: November 21,
2007
Time: 12:30 to 1:00 PM

Inspector(s): Paul Baker

Other Participants: None

Mine Status: Approved as of about December 19, 2007, but
not yet active

Weather: Cloudy, 20s

Elements of Inspection

	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Public Safety (shafts, adits, trash, signs, highwalls)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3. Protection of Drainages / Erosion Control	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4. Deleterious Material	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5. Roads (maintenance, surfacing, dust control, safety)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Concurrent Reclamation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8. Water Impoundments	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Soils	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
10. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Air Quality	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Other	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Purpose of Inspection:

I wanted to see the site prior to any mining.

Inspection Summary:

1. Permits, Revisions, Transfer, Bonds

The Division originally received this Notice of Intention to Commence Small Mining Operations on September 19, 2007. After a series of written and verbal communications about deficiencies, the NOI was found complete on December 11, 2007. The surety is \$5900.00 which was submitted as cash.

12. Other

There is an old road going in to the site. I was able to drive this road, but it is fully revegetated, largely with rabbitbrush.

The mine site contains an old decline portal that is still open. Some of the timbers around the portal have broken.

The area the operator wants to mine is a waste dump in front of the portal. At the deepest on the east side, the dump is about 7-8 feet high, and it feathers to nothing on the other sides. Like the road, the dump is vegetated, mostly with rabbitbrush.

Conclusions and Recommendations:

Except for the road and turnaround areas, there is likely to be very little soil the operator can salvage. The access road is well vegetated.

Inspector's Signature RL Berman Date: 12/24/07

Directions to Site:

This site can be accessed from the north, but I did not take notes about what roads to take from this direction. I came from the south (Blanding) on the Cottonwood Wash Road. Stay on the South Cottonwood Wash Road for 8.5 miles to the National Forest boundary. Do not turn toward South Elks Road or Kigalia. At 17.7 miles (9.2 miles from the forest boundary), turn right then make a quick left. At 19.0 miles, there's a turnoff to a camp. Go just beyond this and stay on the main road (right). A good landmark near the turnoff is a large depression on the right side of the road which can be seen in the lower left of the attached map. Continue for about one-half mile, and there is an old road on the left.

The maps show a road going north from the mine and eventually connecting with the Elk Ridge Road, but I do not advise going this direction. I tried to follow this rough road, probably took a wrong turn, and ended up circling around the Seven Sisters Buttes on a dead end. Instead, it is better to come go back south around Round Mountain then connect with the Elk Ridge Road. This road eventually connects with SR 211. It is about 40 miles of good dirt road before hitting pavement. It is beautiful country with spectacular views of Canyonlands National Park, but be sure to take a map and GPS. I completely lost my sense of direction and for a short time was unsure where I was until I plotted coordinates on the map.

PBB:pb

cc: Rick Berman, Russell Industries
Joel Nowak, Manti/La Sal National Forest
Attachment: GPS map